

The Senate Insurance and Labor Committee offered the following substitute to SB 125:

A BILL TO BE ENTITLED
AN ACT

To amend Chapter 8 of Title 33 of the Official Code of Georgia Annotated, relating to fees and taxes regarding insurance, so as to require insurance companies to provide notice on each premium statement to customers that a portion of the premium is composed of state premium taxes imposed by state law; to provide for related matters; to provide an effective date; to provide for applicability; to repeal conflicting laws; and for other purposes.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

SECTION 1.

Chapter 8 of Title 33 of the Official Code of Georgia Annotated, relating to fees and taxes regarding insurance, is amended by inserting a new Code section to read as follows:

"33-8-14.

All foreign, alien, and domestic insurance companies doing business in this state shall provide a notice on each premium statement or invoice sent to customers advising that a portion of the premiums being charged is composed of state premium taxes imposed by Code Section 33-8-4 and county or municipal premium taxes imposed by Code Section 33-8-8.1 or 33-8-8.2, as the case may be. Such notice shall further advise that the maximum rate of taxation is 4.75 percent for property and casualty insurance coverages and 4.25 percent for life, accident, and health insurance coverages."

SECTION 2.

This Act shall become effective on July 1, 2009, and shall be applicable to all premium billing beginning January 1, 2010.

SECTION 3.

All laws and parts of laws in conflict with this Act are repealed.